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# THE PROVINCE OF ALBERTA

# GAS RESOURCES PRESERVATION ACT

### ENERGY RESOURCES CONSERVATION BOARD

IN THE MATTER of a permit to Cherhill Resources Limited authorizing the removal of gas from the Province

# PERMIT NO. GR 87-9

WHEREAS the Energy Resources Conservation Board is of the opinion that the granting of the application by Cherhill Resources Limited for the removal of gas from the Province is in the public interest, and the Minister of Energy has given his approval hereto attached.

THEREFORE, the Energy Resources Conservation Board, pursuant to the Gas Resources Preservation Act, being chapter G-3.1 of the Statutes of Alberta, 1984, hereby orders as follows:

- 1. The application of Cherhill Resources Limited (hereinafter called "the Permittee") for removal of gas from the Province, is approved, subject to the terms and conditions herein contained.
- 2. Gas shall be removed from the Province pursuant to this permit in accordance with Application No. 861195 by the Permittee dated 6 October 1986 and amendment thereto by the by the Permittee dated 8 January 1987.
- 3. This permit shall be operative for a 1-year term ending 30 November 1987.
- 4. The quantity of gas that may be removed from the Province pursuant to this permit shall not exceed 328 500 000 cubic metres.
- 5. The Permittee shall remove or cause to be removed only such gas as is transported on behalf of the Permittee through Section 11 of Township 1, Range 26, West of the 4th Meridian, for delivery from the facilities of NOVA, AN ALBERTA CORPORATION to the pipelines of The Montana Power Company.

- 6. (1) All gas removed from the Province pursuant to this permit shall be measured by or on behalf of the Permittee by meters approved by the Board.
- (2) The relative density, higher heating value and volume of all gas received by the Permittee through the facilities referred to in clause 5 shall be measured and reported in a manner approved by the Board, by or on behalf of the Permittee, at or near the points at which gas is delivered by the said facilities.
- 7. All quantities of gas for the purpose of this permit shall be referred to a 101.325 kilopascal pressure base and a 15° Celsius temperature base.
- 8. The Permittee shall supply gas from the pipeline of NOVA, AN ALBERTA CORPORATION at a reasonable price to any community or consumer within the Province, or to any public utility requiring gas for such community or consumer that is willing to take delivery of gas at a point on the pipeline transmitting the gas, and that, in the opinion of the Board, can reasonably be so supplied by the Permittee.
- 9. If any community, consumer or public utility is willing to take delivery of gas pursuant to clause 8 and agreement on the price to be paid for the gas cannot be reached, the price to be paid shall be determined by the Public Utilities Board on the application of an interested party, and the part of the price attributable to transportation shall be based on the assumption that the gas has been supplied from the capable source or sources available to the Permittee nearest to the point of delivery.
- 10. (1) Attached hereto as Appendix A to this permit is the Ministerial Approval of the Minister of Energy authorizing the granting of this permit.
- (2) This permit is subject to the terms and conditions prescribed by the order of the Minister of Energy set out in Appendix A.

MADE at the City of Calgary, in the Province of Alberta, this 23rd day of January, 1987.

ENERGY RESOURCES CONSERVATION BOARD

N. A. Strom Board Member

### APPENDIX A TO PERMIT NO. GR 87-9

#### GAS RESOURCES PRESERVATION ACT

#### DEPARTMENT OF ENERGY

# Ministerial Approval

Edmonton, Alberta

January 09, 1987

- I, NEIL WEBBER, Minister of Energy for the Province of Alberta, pursuant to section 6 of the Gas Resources Preservation Act, approve Permit No. GR 87-9 to be granted by the Energy Resources Conservation Board to Cherhill Resources Ltd., subject to the following terms and conditions:
- (1) Gas shall not be removed from Alberta pursuant to the Permit for sale and delivery outside Alberta under contractual arrangements different from those described in information filed by the Permittee with the Department of Energy in connection with obtaining this approval, except with the consent of the Minister of Energy or of an employee of the Department authorized by the Minister to give that consent.
- (2) Gas shall not be removed from Alberta pursuant to the Permit if deliveries into the pipeline system by which the gas is to be so removed do not commence within the 90-day period following the date of issue of the Permit.
- (3) Gas shall not be removed from Alberta pursuant to the Permit for sale and delivery to a corporation carrying on business as a distributor of gas in Montana (hereinafter called "the distributor") if the distributor, under any of the gas sales contracts in effect on October 31, 1985 and under which the distributor is the buyer, takes delivery, on a daily basis, of less than
  - (a) the maximum daily volumes of gas provided for under the contract, as that maximum stood under the contract on October 31, 1985, or,
  - (b) such lesser maximum daily volumes consented to by the Minister of Energy or an employee of the Department authorized by the Minister of Energy to give that consent.

MINISTER OF ENERGY

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